G. R. S. 58]

Previous references.

Banking 12-12
Sl 11-15

File No. 37-13

Serial Nos. 1–7

1913.

(Banking)

Later references.

2 Ab. 11 of 16. Sl 153
Ec. 41-10-(16)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1-2

Part B for July 1/1

SUBJECT.

Revised rules for regulating the grant of loans to Co-operative Societies from State Funds.

Sl. 2 To the Registrar of C. Societies
To the Comptroller
No H. 278-9 dt 22-7-14.
Approves the suggestions of the Registrar for the revision of rules for the grant of loans to the C. Societies from State Funds

GPB—10,000—28-8-15

V. Ramaswamy Iyengar
13-9-15

G.R.S. 11.] Bdle — 7 1913.-14

GENERAL AND REVENUE SECRETARIAT.

Facilities

NOTES.

File No. 37

FILE HEADING.

Proposal to empower the Registrar to grant loans to Societies from funds of Banks not exceeding Rs 1000/-

From

The Registrar of Co-operative Societies

No. 1236 Dated 24/27-2-14 Received 28-2-14

Diary No. 2949 Enclos. 1 Spare Copies. Serial No. A.

BRIEF ABSTRACT OF LETTER.

Proposed amendment to Govt. No. H 644/1340-06 d. 20-6-1908 in regard to powers for granting loans to Societies from State funds

NOTES AND ORDERS.

J

The Registrar was asked in his No. H 6259 d. 30-4-1913 to submit detailed proposals on the subject discussed in this office by conference of Registrars with the Hon'ble Minister.

15/12-12-13

Notes—First Sheet

GPB—35,000—15-6-12

15/1/15

General and Revenue Secretariat.

B File No. 37 of 1914.

Serial No.

~~was~~ ripe for practical consideration by Govt. & the present question was one amongst the others brought to the notice of Govt by the Registrar on the occasion. He was however asked to refer this question separately for orders. & he has accordingly submitted the present reference. The Registrar has been given the status of a Dy Commr & his present request is to retain his power to grant loans up to Rs 1000 to Lumbers on the analogy of the power of a Dy Commr over Taccavi loans is quite in order. only in the present instance the occasions can be only very rare. as it is a well known fact that Lumbers in Europe are able to finance themselves & do not avail themselves very much out of the State funds. Any way the letter of June 1908 has to be altered

W
para 2 of H2270
9 29-10-13

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

B File No. 37 of 1914.

Serial No.

as the Registrar is no longer subordinate to the Rev Commr another point raised by the Registrar is about the limit of loans to societies. At present as under rule (1) no loan should exceed the paid up share capital. It is now proposed to amend it so, that the loan shall not exceed five times the paid up share capital with proper restrictions in the shape of further amendments of rules to safe guard govt interests, while at the same time helping the easy working of the object of the loan to the Society. This for consideration & orders

T

A draft letter conveying the views of the Registrar in supersession of the previous letter regarding loans from state fund is also subd by the Registrar for publication in case his views are acceptable.

The wording of the preamble of the proposed draft letter

Note c/o to be noted. Letter Issued.

NOTE—Contn. sheet.

GPB—60,000—7-11-15

G. R. S. 12]

General and Revenue Secretariat. | B File No. 37 of 1914.

Serial No.

would seem to require modification. It begins with 'in continuation of the rules published with Notfn of 20th June 1908' etc. This may stand if the present rules now proposed are to be in addition to the rules passed on the 20th June 1908. But what is now proposed is to modify, alter, add, delete & otherwise amend those rules. They are not to stand entire. To call these changes as 'in continuation of the existing rules does not seem proper. Perhaps if it is stated 'in supersession of the rules published under Notfn of 20th June 1908' it may meet requirements.

U

A copy of rules as they stand with the modifications now proposed duly entered in ink is put up for their reference.

Noted. The words "any" occurring in the last 1st & 2nd line of cl:(2) of Rule 8 may perhaps be omitted.

6/2

SN 7/2/14

The Rules are hereby sanctioned

Send back 10/2

NOTE—Contn. sheet.

14/2

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat. | File No. | of 191 .

Serial No.

Copy of the Rule done with the addn of one Extra rule viz Rule 9 and the substitution of Rs 1000/- as the limit up to which the Registrar can sanction loans instead of Rs 250/-. Another alteration is that the loan may be 5 times the paid up Share Capital for the first two years & then 2 & the paid up Capital. Three points will be taken up & dealt with:-

In the rule the word double should be half. CSB 20/2

(1) For the insertion of Rule 9 there is no objection and it is a wholesome Rule & may be approved.

(2) As for raising the limit as the limit up to which the Registrar may give loans without the sanction of Govt, it is to be stated that under Rule 8 the necessary data and vital questions are called for and any attempt should be made to foster self reliance and push the Societies to carry on their work on business lines. Whilst this principle is admitted Cases for Govt loans to be few & far between and Exceptional Cases where even the members Collectively & a Co-operative Concern Cannot borrow from Outside on reasonable terms Either on account of their not commanding Sufficient Credit or their being among the backward Classes & not knowing

NOTE—Contn. sheet.

GPB—60,000—7-11-13

Serial No.

how to carry on business on the co-operative lines there will be no need for profit aid. In such case which & thy pothesi shd be very rare such cases in which large sums cannot be safely invested the limit of Rs 10000 appears large. Rural Societies of the class referred to unless it has a very large membership would rarely require any large loans and Rs 5000 would seem likely quite sufficient for all practical purposes. Should Rs 5000 ever be found to be the limit up to which the Registrar may sanction loans without reference to Govt.

(3) As regards loans to the extent of five times the share capital of the first two years it is open to the same objection as above. There will be societies which cannot afford to pay any share capital for one year or so & then it will be seen that no loan can be given as they have a large share capital five times as much can be given to them as loan. Should however the paid up capital is safe & that the rule shd be put into operation there some share capital is raised & in such cases where it is considered desirable to start societies by strangers societies for the benefit of a community shd & help of them on with a loan which subsequently replaced by

GPR—60,000—7-11-13

General and Revenue Secretariat. | B File No. 37 of 1913.

Serial No.

Share Capital.

(4) The words "any document specified in clause (2)" in lines 1 & 2 may be omitted.

Letter Legislation

14/11/13

I think that the amendments suggested by the Registrar, with the subsidiary verbal changes in the preamble suggested by the Office, may be approved. In rule 9 the ~~word~~ word half should be substituted for double

I see no harm in raising the Registrar's powers of sanction to 1000 Rs, provided that the total amount placed at his disposal for the grant of loans is limited by Govt from time to time. In the case of societies just started, the chief asset would be their earnestness & ~~their~~ of the members & their resolve to practise thrift. These can be gauged only by the Registrar who has helped to form the Society & the value of such security would not appeal with the ~~same~~ much force to a cold blooded Central Bank. In the propagandism of Cooperation Govt ought to show ~~its~~ their trust in the people & be prepared to take some financial risks before they can ask Central Banks or other organisations to accept the

NOTE—Contn. sheet.

GPR—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat. | File No. | of 191

Serial No.

mere words of a newly started Cooperative society with very little paid up Capital.

I would go even further than the Registrar & give him power to advance a reasonable sum say up to Rs 250 while the share capital is being collected by monthly a weekly instalments so that the society might make an appreciable impression on the people. For instance in Malur there are several weavers who recognise the advantages of flyshuttle looms & would be glad to fit them up in their houses for work. But each would want about 25Rs for the loom & accessories & a little money for slight alterations in the houses also, as the flyshuttle loom is wider than the old type of loom. He has no ready cash to spare & could save only a rupee or two per month. He has to reckon with the disfavour of the local towcar & the sneers of his less optimistic brethren who do not believe in newfangled notions. With all these disadvantages to contend against it would be a great strain on his faith & earnestness if he has to wait a year or so to get a loom.

However this is not a point raised by the Registrar & is only urged to show that his present proposal

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat. | File No. of 191

Serial No.

may be regarded as well within the margin of ~~safety~~. cautious safety

7774
24.2.'14

Dewan)

CSB
207-1/14 SD

NOTE—Conta. sheet.

GPB—60,000—7-11-13

Submitted to His Highness.

T

I submit for His Highness's kind approval a set of amended rules framed by the Registrar of Co-operative Societies to regulate the grant of loans from State funds to the Societies. The chief alteration recommended is that the Registrar may be authorised to sanction loans up to a limit of Rs.1000/- instead of Rs.250/- as at present. The Secretary has explained the need for the change in the rules.

Papers 7-9 of the office notes

2. The recommendation of the Registrar may be approved.

M Krishnaraja

15th June 1914.

SA

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Revised rules for regulating the grant of loans to Co-operative Societies from State funds.

11024

Order.

~~KRW~~

23/6/14

Secretary

24.6.14 RO

II draft order

Bene le

SDN 25/6

G. R. S. 12]

General and Revenue Secretariat.

B File No. 37 of 1913.

Serial No.

Draft G.O. & Notice Forms

6-7 7/7/14 Sec 3 EHA

Issue as revised (Keep fair draft in file)

Fair draft

To the Registrar of Cooperative Societies

& Comptroller.

No H 277-93 22-7-14

Approves the suggestions of the Registrar & directs the revised rules for the grant of loans to Societies from State funds to be issued under a Separate Notification

No H 277 & 22-7-14

Compiler Govt Gazette

Notifying accordingly

NOTE—Contn. sheet.

G 2B—10,000—13-6-14

191

From The Registrar of Cooperative Societies in Mysore, Bangalore

To The Secy. to the Govt. of Mysore Department of Education in Agriculture Bangalore

Dated

Despatched 27/1/14

Received

General No. 12[illegible]

No.

Enclosure No. [illegible]

requests Govt. to empower the Registrar to grant loans to Cooperative Societies of Rs 1000/- etc and encloses a draft amended notification

DIARY No 2919

10/3-1914

SECTION Banking

No. 37

No. 1

GPB—50,000—8-1-13

No. 1236 C.S.

Sep. one

OFFICE OF THE

REGISTRAR OF CO-OPERATIVE SOCIETIES

IN MYSORE.

Dated Bangalore, 24th January 1914.

27

From

M.A. Narayana Iyengar, B.A., B.L.,

Registrar of Co-operative Societies in Mysore,

Bangalore.

To

C.S. Balasundaram Iyer, B.A., I.C.S.,

Secretary to the Government of His Highness the

Maharaja of Mysore, Department of Revenue,

Agriculture, Industries and Commerce,

Bangalore.

Sir,

With reference to your letter No.R1.2270/S.19-10-13 dated the 29th November 1913, I have the honor to propose that the Registrar of Co-operative Societies may be empowered to grant loans to Co-operative Societies of sums not exceeding Rs.1,000/-.

2. This subject is at present governed by Notification No.R1.6644/S.49-08 dated the 20th June 1908, under which Co-operative Societies satisfying certain conditions were made eligible for loans out of State Funds up to a limit of Rs.2,000/- the Registrar being competent to grant loans up to a limit of Rs.250/-, the sanction of the Revenue Commissioner being necessary for loans of higher amounts. This Notification was issued over five years ago when the Co-operative movement was in its infancy and when the Registrar whose status was that of a Senior Assistant

Commissioner

Commissioner was placed under the Revenue Commissioner. - Conditions have, however, entirely changed since then and the Notification requires amendment in the light of the altered conditions.

3. In 1906 it was probably expected that most Co-operative Societies would stand in need of help out of State Funds. But at the present moment with the exception of the case to which I am referring presently, this is the very last thing that the Society or its organizers expect. Most Societies are able to finance themselves and, if they are not, they raise a loan on business terms from the - Central Banks.

4. The exceptional case referred to above is where a Society is started for Panchamas or other members of the depressed classes. Being very poor, they are unable to collect from among themselves the funds that they require. Nor are they in a position to borrow the amount. They thus require some temporary assistance from the Registrar. The same again, is the case with a few artisan Societies. In all these cases, and mostly in such cases, Government assistance is required, and the amounts required generally exceed Rs.250/-.

5. For these reasons I would propose that the Registrar be authorized to sanction loans up to Rs.1,000/- the - sanction of Government being obtained for higher amounts. I may add that the limit suggested for the Registrar, who is now a Deputy Commissioner, is the same as that imposed with respect to loans under Rule II of Government Notification No.R.4319/Agri.91-08-4 dated 2nd January 1909.

6. Another alteration that is needed in the light of the experience of the past six years is to lessen the proportion that the paid-up capital of the Society is to bear

to

to the amount of loan that can be sanctioned. Under the rules now in force no loan can exceed the paid-up share capital. This provision was wisely designed to promote self-help, but in the backward classes of people to whom alone I propose to grant Government loans the requirement acts as almost an insuperable barrier in the initial stages of the Society's existence, and as such, deserves to be - relaxed. It seems to me that we shall be promoting a sufficient degree of self-help in the members, while at the same time being considerate towards their generally poor condition, if we provide that the Government loan - shall not exceed five times the paid-up share-capital at the time of the issue of the loan and twice the paid-up share-capital two years thereafter. Such a provision - will besides help to bring in share-capital by easy - instalments and promote thrift.

7. For facility of ready reference and speedy disposal, I summarise my proposals below and enclose a draft amended Notification.

(1) Omit all the words after "Co-operative Society" in line 2 of (1).

(2) Add 'Five Times' after the word exceed in clause (2) of Rule.1.

(3) Add "at the time of the issue of the loan and twice the paid-up share-capital two years there - after", at the end of clause (2) of Rule.1.

(4) Substitute Government for Revenue Commissioner in the proviso to 4.

(5) Substitute Rs.1,000/- for Rs.250/- in the same proviso.

(6) Substitute Government for Revenue Commissioner in the last line of 8. (1).

(7) Add Rule 9 as follows:--

"If at the end of two years after the loan is issued, the Society has not raised a paid-up share-capital of double the amount of the loan, half? so much of the loan as exceeds twice the paid-up share-capital of the Society shall be repaid

to the Government immediately thereafter, irrespective of other conditions."

8. It is hardly necessary for me to add that I shall have very rare necessity to use this power and that when I have to, I shall use it very sparingly and with caution.

I have the honor to be,

Sir,

Your most obedient servant,

R E G I S T R A R.

M.N.N.

Two Drafts

G.R.S. 28]

File No. 37-13

Serial No. 2

D Diary No. of letter replied to 2919

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.

(Bangalore.

, the 19

Date of issue

Signed by

READ— again Correspondence ending with No. H 6644 B 48-06 dated 20-6-1908 publishing certain rules for the grant of loans to Co-operative Societies from State funds.

ORDER THEREON.—No.

2) Letter No. 1236/6S dated 24-1-1914 from the Registrar of Co-operative Societies proposing revised rules for regulating the grant of loans to Co-operative Societies from St

over.

SUBJECT.

GPB—10,000-20-9-10

funds for reasons stated.

Order Issued No R 278-G
& 22nd July /14

The rules read above were issued when the Cooperative movement was in its infancy & the Registrar of Cooperative Societies had only the Status of Senior Assty Comm and was subordinate to the Dev Comm

& with the growing requirements of the movement, and the higher Status now enjoyed by the Registrar who is a Dy Comm and is directly subordinate to Govt the rules require revision, and the Registrar accordingly proposes that he may be empowered to sanction loans up to a limit of Rs 1000. He also recommends that the proportion fixed between the Govt loan and the Paid up capital of the Societies be altered so as to admit of a maximum loan equal to 8 times the Amount of

G. R. S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

the Paid up capital at the time of the issue of the loan subject to the condition that it shall not exceed twice the paid up capital 2 years thereafter.

(2) Govt approve of the suggestions of the Registrar ~~as to~~ issue of the ~~proposed to direct the following~~ revised rules for the grant of loans to cooperative societies from State funds in supersession of all previous rules in this behalf -

Here under rules as per typed copy attached

(3) The above revised rules will be issued under a separate notification and will be published in 3 successive issues of the Gazette.

13/7/14

Hm 10/7 Secy Edn & Agrl

To the Registrar of Cooperative Societies

& Comptroller.

GPS—12,000—15-2-13.

No. 277 dated 22nd July 1911

Notification

G. R. S. 27]

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

In supersession of the rules published with Notification No. H.6644-B.48-06 dated 20-6-1908 and in exercise of the powers conferred by the Mysore Cooperative Rules III of 1905 the Govt of His Highness the Maharaja of Mysore are pleased to make the following rules for the grant of loans to Cooperative Societies from State funds and enforce rules

Reg T

B. O

CSS 13776

by Secy Govt

Govt

GPB—12,000—15-2-13.

Gazette Opn

~~DRAFT NOTIFICATION.~~

In continuation of the rules published with Notification No.Fl.6644/3.48-C3 dated 2?th June 1963 and in exercise of the powers conferred by the Madras Co-operative Societies Regulation, III of 1965, the Government of Tamil Nadu hereby make the following additional rules:--

1. (1) Loans from State funds not exceeding Rs.5,000/- in any case may be made to any co-operative society.

Amount of advance.

(2) The amount advanced to any society shall not exceed five times the paid-up share capital of the society at the time of the issue of the loan, and the aggregate of the capital thereafter.

2. All advances to a society shall be free of interest for the first two years and will thereafter, subject to sub-rule (3), carry interest at 3 per cent per annum.

Interest on advances.

The said advances shall be repayable in not more than twenty annual instalments commencing after the lapse of two years from the date of the advance.

Instalments for repayment.

3. A society requiring an advance shall make to the Registrar an application in Form No. annexed to these rules.

Application for an advance.

4. The Registrar may, with the prior approval of the Government, sanction the required advance, specify the number of instalments for repayment of the advance and prescribe the time within which each instalment shall be paid.

Power to sanction advances and prescribe instalments for repayment.

Individual [illegible], [illegible] the [illegible] of the Government, no [illegible] sanctioned [illegible] the Registrar of Titles Fund, £5/-.

5. (1) [illegible] Registrar's [illegible] advance, this same shall be [illegible] in Form [illegible] and [illegible] to these files.

Order sanctioning advance.

(2) The Registrar shall send the original order to the Society; and [illegible] to [illegible] the [illegible] for issue of order of payment to the District Board.

Payment of advance.

(1) [illegible] of any advance sanctioned shall be made to the [illegible] Society [illegible] the advance on behalf of the Society, [illegible] producing the Registrar's order and [illegible] the receipt in duplicate in Form J annexed to these rules.

(2) [illegible] end of an advance has been made, the original receipt shall be sent to the District Treasury for safe custody and the duplicate retained by the Registrar.

7. (1) The Registrar may, if sufficient cause be shown, and if all interest due has been paid, suspend the repayment of any instalment.

over to suspend repayment of instalment.

(2) When for the Registrar's [illegible] suspension, he shall forthwith send a copy thereof to the Registrar of the District and to the Co-operative.

(3) When an order of suspension is made in respect of any instalment, the repayment of the instalment and of all subsequent instalments shall be [illegible]

instalment period.

Procedure where instalment not repaid on due date.

3. (1) If any instalment due from any society is not fully repaid on the due date, interest at [illegible] per centum per annum to the date of payment shall be payable in addition thereto, unless the Registrar, upon application by the society, otherwise directs, and any such application shall be made before the expiration of the period allowed for the repayment of the instalment.

(2) The liability to pay interest under this section shall not affect any other liability incurred by the society by reason of default in the payment of any instalment.

4. If at the end of three years after the loan is issued, the society has not repaid a portion of the capital of ~~equal~~ half the amount of the loan, so much of the loan as exceeds three times the paid-up share capital of the society shall be repaid to the Government immediately thereafter, irrespective of other liabilities.

[signature]

Am
10/7

J.M.P.

NOTIFICATION

No. Fl. 6644—B. 48-06, *dated 20th June* 1908.

In continuation of the rules published with Notification No. J. 3507 Legis. 21-06-3 of the 18th May 1907 and in exercise of the powers conferred by the Mysore Co-operative Societies Regulation, III of 1905, the Government of His Highness the Maharaja of Mysore are pleased to make the following additional rules.

Amount of advance.

1. (1) Loans from State Funds not exceeding Rs. 2,000 in any case may be made to any Co-operative Society at least one-half of the members whereof are agriculturists, or any other Co-operative Society with the special sanction of Government.

(2) The amount advanced to any society shall not exceed the paid-up share capital of the society.

Interest on advances.

2. All advances to a society shall be free of interest for the first two years and will afterwards, subject to Rule 8 (1), bear interest at 5 per cent per annum.

Instalments for repayment.

The advances shall be repayable in not more than three annual instalments commencing after the lapse of two years after the grant of the advance.

Application for an advance.

3. A society requiring an advance shall submit to the Registrar an application in Form A annexed to these rules.

Power to sanction advances and prescribe instalments for repayment.

4. The Registrar after satisfying himself as to the correctness of the statements made in the application, may sanction the payment of advances from any treasury or sub-treasury, and may prescribe the number of instalments of repayment and the dates on which each instalment is to be repaid.

Provided that, without the special sanction of the Revenue Commissioner, no advance sanctioned by the Registrar shall exceed Rs. 250.

Order sanctioning advance.

5. (1) If the Registrar sanctions an advance, his sanction shall be conveyed in an order in Form B annexed to these rules.

(2) The Registrar shall send the original order to the society; a duplicate copy to the Comptroller for issue of order of payment to the treasury concerned.

Payment of advance.

6. (1) Payment of any advance so sanctioned shall be made to the persons authorised to receive the advance on behalf of the Society, on their producing the Registrar's order at the treasury named therein, and executing an agreement in duplicate in Form C annexed to these rules.

(2) When payment of an advance has been made, the original agreement shall be sent to the District Treasury for safe custody and the copy forwarded to the Registrar.

Power to suspend repayment of instalment.

7. (1) The Registrar may, if sufficient cause is shown, and if all interest due has been paid, suspend the repayment of any instalment.

(2) Whenever the Registrar makes an order of suspension, he shall forthwith send a copy thereof to the Deputy Commissioner of the District and to the Comptroller.

(3) When an order of suspension is made in respect of any instalment, the repayment of that instalment and of all subsequent instalments shall be postponed for one instalment period.

Procedure where instalment not repaid on due date

8. (1) If any instalment due from any society is not fully repaid on the due date, interest at 6 per cent per annum to the date of repayment shall be recoverable on the amount overdue, unless the Registrar by special order exempts the society from this liability. Such orders are to be formally reported for the approval of the Revenue Commissioner.

(2) The Deputy Commissioner to whom any instalments are repayable shall give prompt notice to the Registrar of any default in repayment of any instalment.

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9. If at the end of two years after the loan is issued, the society has not raised a paid up share capital of double the amount of the loan, so much of the loan as exceeds the paid up share capital of the society shall be repaid to the Government immediately thereafter irrespective of other conditions.

FORM A.

Application for an advance from the Government.

1. We, the undersigned, being duly empowered in this behalf by *the Committee of* *.....Co-operative Society, Limited, apply for an advance of Rs.....(in words) .....from the Government, to be paid at the.....Treasury.

* the by-laws of the society do not empower the Committee to borrow money on behalf of the society, these words should be deleted.

2. The amount of capital raised as shares, or as deposits received from members, is Rs.....(in words).....

3. We request that the advance may be made repayable at the.....Treasury in.....annual instalments, the date of payment in each year being

4. Particulars of the indebtedness of the society are as follows :—

(*a*) Due to members on account of deposits,.....rupees.

(*b*) The amount borrowed from other sources, and the interest payable on each amount borrowed are as under—

Amount borrowed	From whom	Rate of interest	Condition as to repayment

5. We attach hereto a copy of the resolution of the $\frac{\text{Committee}}{\text{Society}}$ authorizing the taking of an advance from the Government and specifying the members of the Committee who may, in conjunction with the Secretary, receive the amount and enter into an agreement with the Government for its repayment.

Date.....

Signature of Secretary.....

Signature of three members.....

To

The Registrar, Co-operative Societies.

FORM B.

Order sanctioning an advance by the Government.

Registrar's No.....

1. Sanction is accorded to the payment of an advance of Rs..... (in words) from the..... .....Treasury to the undermentioned society subject to following conditions as to repayment :—

Name of society.....

Registered address.....

Number of annual instalments of repayment.....

Date on which each instalment is to be recovered.....

2. The date on which the society was registered is the..... ....
and the advance is free of interest for two years from that date.

3. The budget allotment for such advances in the year 190 is Rs.....
The aggregate amount of advances hitherto sanctioned during the year is Rs.....

4. The persons recognized as authorized by the society to enter into an agreement for repayment of the advance are the Secretary and any three of the members of Committee named below—

Name of Secretary.....

Names of members (1) .....
(2) .....
(3) .....
(4) .....

Registrar, Co-operative Societies.

FORM C.[2]

Agreement to be executed on behalf of a Co-operative Society obtaining an advance from the Government.

We, the undersigned, being duly empowered in this behalf by the *Committee of** the.....Co-operative Society.....
.....under the by-laws of the society, acknowledge to have received from the Government the sum of Rs.....as an advance to that society; and we undertake on behalf of the society to repay the said advance, with interest, in the following.....instalments, each instalment being payable on the date shown opposite thereto :—

* If the by-laws of the society do not empower the Committee to borrow money on behalf of the society, these words should be deleted.

	Principal	Interest	Total	Date
			Rs.	
1				
2				
3				
4				
5				

2. We further agree to pay interest at 6 per cent per annum on any instalment or portion of an instalment which is not paid on due date, such interest to run from due date to date of payment.

3. We declare that, since the application in form A was submitted to the Registrar, the society's indebtedness either to members or to non-members, has not increased otherwise than by the accrual of interest on debts specified in the application.

Date..... .....

Signatures (1) .....
(2) .....
(3) .....
(4) .....

Witnesses' signatures (1).....
(2).....

By Order,

K. S. CHANDRASEKHARA AIYAR,
Secy. to Govt., Gen. & Rev. Depts.